

**LEGISLATIVE SERVICES AGENCY
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FISCAL IMPACT STATEMENT

LS 6409

BILL NUMBER: HB 1674

NOTE PREPARED: Dec 9, 2002

BILL AMENDED:

SUBJECT: Solid Waste Fees Charged to Municipalities.

FIRST AUTHOR: Rep. Mangus

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: **GENERAL**
 DEDICATED
 FEDERAL

IMPACT: Local

Summary of Legislation: This bill allows the district board of a solid waste management district in which a solid waste landfill is located to impose fees on a municipality that is located in the district and that disposes of solid waste collected in the district at a location outside the district. The bill establishes the maximum amount of the fees and the manner of payment. It allows the district to impose a penalty for noncompliance.

Effective Date: July 1, 2003.

Explanation of State Expenditures:

Explanation of State Revenues:

Explanation of Local Expenditures: Certain municipalities may be subject to fees and penalties imposed by a solid waste management district. See below.

Explanation of Local Revenues: Solid waste management districts which contain a landfill located inside the district may impose fees and penalties on municipalities that dispose of waste outside the district. This provision will result in additional revenue to the district. The amount of the fees imposed may not exceed the amount of fees to which the collected solid waste would be subject if the municipality disposed of the collected solid waste in a solid waste landfill located in the district. Penalties may not exceed \$500 per day. The specific impact is indeterminable. Fees and penalties collected are to be deposited in the district solid waste management fund.

Background Information: Sixty-one solid waste management districts exist in Indiana. Ten districts consist of more than one county while 51 are single-county districts. In CY 2001, solid waste management districts statewide generated \$12.2 M in tipping fees. Twenty-four districts imposed tipping fees, for an average collection per district of \$500,000. However, the range of revenue collected from those districts assessing tipping fees ranged from a low of \$10,885 in the Vermillion County Solid Waste District to \$2.6 M in La Porte County.

State Agencies Affected:

Local Agencies Affected:

Information Sources: Budget information self-reported by solid waste management districts to the State Board of Accounts.

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